

COMMITTEE OF THE WHOLE SEPTEMBER 7, 2004

**AWARD OF TENDER T04-131 AND REQUEST FOR ADDITIONAL FUNDING
DONEY CRESCENT, ROAD RECONSTRUCTION AND WATERMAIN REPLACEMENT**

Recommendation

The Commissioner of Engineering and Public Works in consultation with the Director of Reserves and Investments and the Director of Purchasing recommends:

1. That Tender T04-131 for the Doney Crescent Road Reconstruction and Watermain Replacement be awarded to Pave-Al Limited in the amount of \$1,676,124.04, plus G.S.T.;
2. That a contingency allowance in the amount of \$200,000 be approved within which the Commissioner of Engineering and Public Works or his designate is authorized to approve amendments to the contract;
3. That an additional amount of \$415,000 be approved to be funded from Long Term Debt Financing in order to undertake the work;
4. That Council authorize the Regional Municipality of York to issue debentures not exceeding the amount of \$415,000 on behalf of the Corporation of the City of Vaughan repayable over a term not to exceed 10 years;
5. That the inclusion of the matter on a public committee or Council agenda for the additional funding request identified as Award of Tender T04-131 and Request for Additional Funding - Doney Crescent, Road Reconstruction and Watermain Replacement is deemed sufficient notice pursuant to Section 2(1) (c) of By-law 394-2002; and
6. That the Mayor and Clerk be authorized to sign the appropriate documents.

Purpose

To award Tender No. T04-131 - Doney Crescent, Road Reconstruction and Watermain Replacement.

Background - Analysis and Options

This tender (2004 Capital Budget Project 1509-0-04) includes the reconstruction of Doney Crescent from Keele Street to the North End and Watermain Replacement. (See Attachment No. 1 – Location Map).

The tender was advertised in the Daily Commercial News and on the Electronic Tendering Network (ETN), and closed on July 21, 2004. A total of ten sets of documents were picked up from the Purchasing Department, with only two bids submitted.

The following are the results of the tender opening:

<u>Contractor</u>	<u>Total Bid Amount (excl. G.S.T.)</u>
Pave-Al Limited	* \$1,676,124.04
Kapp Contracting Inc.	* \$1,710,890.52

* Corrected for arithmetic error

The estimated cost for this project including provisional items, contract administration, inspection and testing, a contingency allowance and all applicable taxes (G.S.T. is 100% recoverable) is \$2,040,000.00 and is calculated as follows:

Pave-AI Limited (Excl. G.S.T.)	\$1,676,124.04
Contingency amount ($\pm 15\%$)	\$ 200,000.00
Contract Administration and Inspection – Estimated amount	\$ 83,500.00
Geotechnical Inspection and Material Testing – Estimated amount	<u>\$ 18,700.00</u>
Sub-total	\$1,978,324.04
G.S.T. (7% - amount 100% recoverable)	\$ 138,482.68
Treasury Administration (3%)	<u>\$ 59,349.72</u>
Total	\$2,176,156.44
Less G.S.T. Recoverable	<u>\$ (138,482.68)</u>
Net cost:	\$2,037,673.76
Less Available Funding	<u>\$1,626,000.00</u>
Additional Funding Required (Shortfall)	\$ 411,673.76
Rounded	\$2,040,000.00

Our Engineering consultant have checked the bids for mathematical errors and are satisfied that Pave-AI Limited is deemed qualified to successfully complete this project. Therefore, it is appropriate to award this contract to Pave-AI Limited.

Relationship to Vaughan Vision 2007

This report is consistent with the priorities previously set by Council and the necessary resources have not been allocated, and approval for additional funding is requested via this report.

Conclusion

Based on the prices submitted and the proposed work schedule to complete the project, it is recommended that Tender T04-131 for the Doney Crescent Road Reconstruction and Watermain Replacement be awarded to Pave-AI Limited and additional funding is required in the amount of approximately \$415,000 through the issuance of Long Term Debt.

Should Council concur with the proposed additional funding request, this action would be considered as an amendment to the Capital Budget. Pursuant to the Municipal Act 2001, Section 291(1) before amending a budget, a municipality shall give notice of its intention to amend the budget at a Council meeting. When a capital project has been subject to a meeting during the adoption of the approved capital budget and where additional funding is required to complete the approved works, inclusion of the matter in a staff report requesting additional funding on a public Committee or Council agenda is deemed to be sufficient notice pursuant to Section 2(1)(c) of By-law 394-2002. Therefore, no additional notice period is required.

Attachments

1. Location Map

Report prepared by:

Pat Marcantonio, C.E.T. – Senior Engineering Assistant, ext. 3111
Tom Ungar, P. Eng. – Design Engineer, ext. 3110

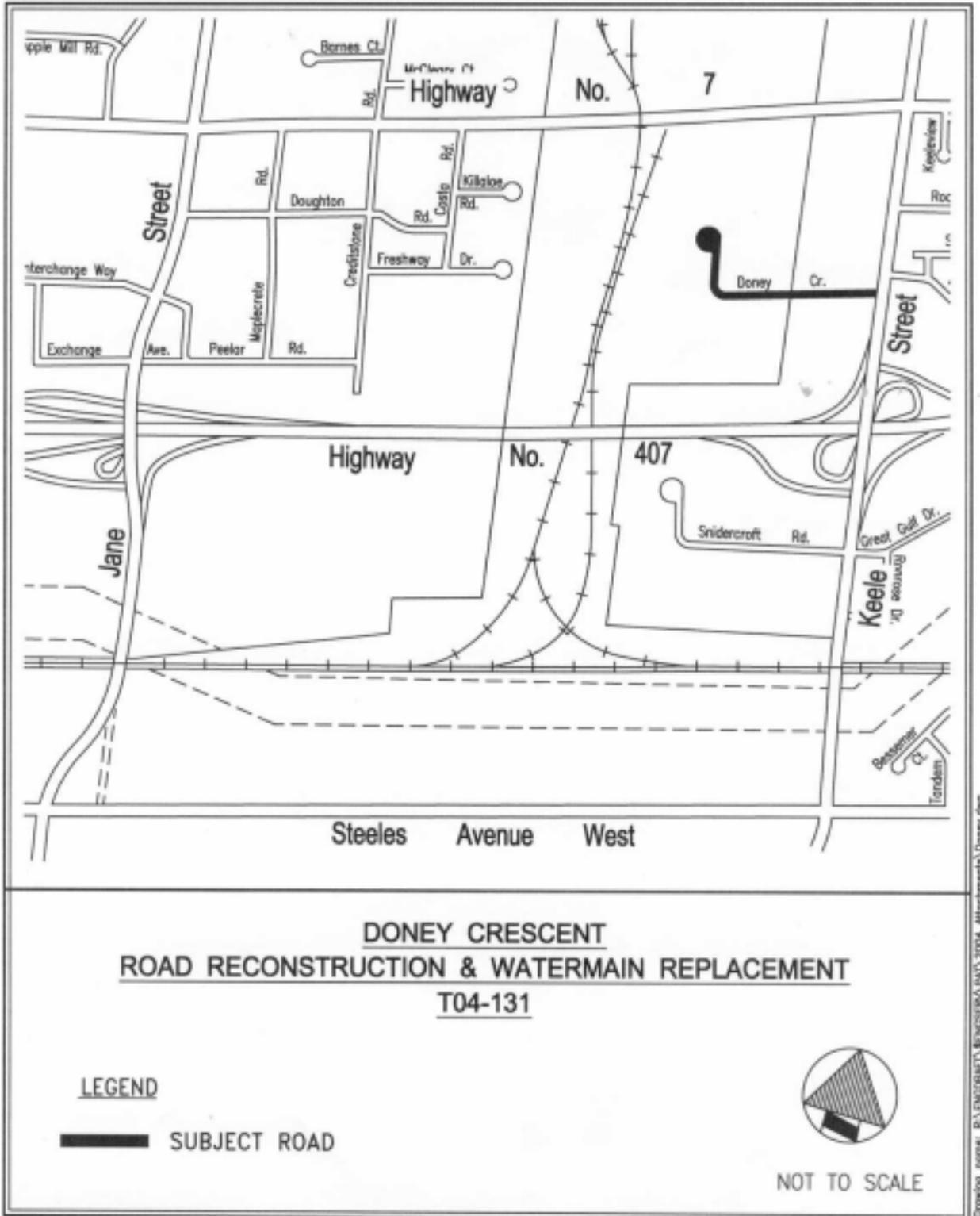
Respectfully submitted,

Bill Robinson, P. Eng.
Commissioner of Engineering and Public Works

Gary Carroll, P. Eng.
Director of Engineering Services

PM:mc

ATTACHMENT NO. 1



Drawing name: R:\ENGINEERING\BONGSERV\T04_2004 Attachments\Doney.dwg